

From: Mia, Marcia

Sent: Monday, March 26, 2018 12:29 AM

To: Kaleri, Cynthia; Lundelius, Diana; Apple Chapman

Subject: RE: FW: Wells Redevelopment in San Juan Basin, New Mexico

I just got an email that I have PT at 7 in the am, which I conveniently forgot about. I usually get out at 8 and will come right into work. But I may be a few mins after 930 depending on traffic and trains.

Marcia B Mia, Acting Chief

Air Branch

Office of Compliance

2227A WJCS

U.S. Environmental Protection Agency

202-564-7042

-----Original Appointment-----

From: Mia, Marcia

Sent: Wednesday, March 21, 2018 4:00 PM

To: Mia, Marcia; Kaleri, Cynthia; Lundelius, Diana; Apple Chapman

Subject: FW: Wells Redevelopment in San Juan Basin, New Mexico

When: Monday, March 26, 2018 9:30 AM-10:00 AM (UTC-05:00) Eastern Time (US & Canada).

Where: Ex. 6 Personal Privacy (PP)

From: Kaleri, Cynthia

Sent: Monday, March 19, 2018 2:12 PM

To: Mia, Marcia

Cc: Lundelius, Diana

Subject: FW: Wells Redevelopment in San Juan Basin, New Mexico

Attachments: OCD Gas Capture Plan (San Juan 28_7 No 246M).pdf

Hi Marcia,

I left you a voice mail, and wanted to get your feedback on a part of NSPS Subpart 0000a regarding flowback that has me wondering. I have pulled records from the public database for the seven (7) projects that the company has referenced, and the "Gas Capture Plan" Ex. 5 Deliberative Process (DP)

Ex. 5 Deliberative Process (DP) I've attached a copy for one of the wells (public information) for you to see.

See below discussion recap in the e-mail chain with the company, concerning initial flowback versus separator flowback requirements - Ex. 5 Deliberative Process (DP)

Ex. 5 Deliberative Process (DP)

Cynthia J. Kaleri

Enforcement Officer, EPA Region 6

Phone (214) 665-6772

Mailing Address

Attention: Cynthia J. Kaleri (6EN-AA)

United States Environmental Protection Agency

1445 Ross Avenue

Dallas, TX 75202-2733

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From: Matt Henderson [mailto:mhenderson@hilcorp.com]

Sent: Tuesday, March 13, 2018 2:47 PM

To: Kaleri, Cynthia <kaleri.cynthia@epa.gov>

Cc: Larson, Darrin <Larson.Darrin@epa.gov>

Subject: RE: Wells Redevelopment in San Juan Basin, New Mexico

The individual well information titled "EPA Data Request" is not public, please do not share that data. Feel free to share the other PDF with the BLM information.

Matt Henderson

Hilcorp Energy Company

713-289-2970 (Office)

512-983-2098 (Mobile)

From: Kaleri, Cynthia [mailto:kaleri.cynthia@epa.gov]
Sent: Tuesday, March 13, 2018 2:35 PM
To: Matt Henderson <mhenderson@hilcorp.com>
Cc: Larson, Darrin <Larson.Darrin@epa.gov>
Subject: RE: Wells Redevelopment in San Juan Basin, New Mexico

Hello Matt,

Thanks for the information - this all appears to be public information, yes? Please just let me know, since we don't want to release any confidential business information.

Cynthia J. Kaleri

Enforcement Officer, EPA Region 6

Phone (214) 665-6772

Mailing Address

Attention: Cynthia J. Kaleri (6EN-AA)

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From: Matt Henderson [mailto:mhenderson@hilcorp.com]
Sent: Tuesday, March 13, 2018 1:48 PM
To: Kaleri, Cynthia <kaleri.cynthia@epa.gov>
Cc: Larson, Darrin <Larson.Darrin@epa.gov>
Subject: RE: Wells Redevelopment in San Juan Basin, New Mexico

Cynthia - See below for answers to your questions:

1. Currently there are 7 projects planned or completed to this point in 2018 for our San Juan south team.

2. See attached documents approved by NMOCD and BLM.
3. See attached documents approved by NMOCD and BLM.
4. See attached document with specific well information.

Thanks,

Matt Henderson

Hilcorp Energy Company

713-289-2970 (Office)

512-983-2098 (Mobile)

From: Kaleri, Cynthia [mailto:kaleri.cynthia@epa.gov]
Sent: Friday, March 09, 2018 4:38 PM
To: Matt Henderson <mhenderson@hilcorp.com>
Cc: Larson, Darrin <Larson.Darrin@epa.gov>
Subject: Wells Redevelopment in San Juan Basin, New Mexico

Hello Matt,

I just wanted to follow-up with this e-mail to help ensure that information you had planned to send us next Tuesday morning (by lunchtime) would include some key information that we need. We appreciate ya'll taking the time to answer our questions.

As discussed earlier today, EPA received a complaint by a landowner in New Mexico. He was concerned because Hilcorp's field rep told him that "green completions" would not be used in hydraulically refracturing 8 existing wells this week in the San Juan Basin (i.e., wells formerly owned/operated by ConocoPhillips, but now owned/operated by Hilcorp, including Well San Juan 28/6 Unit #143, API No. 30-039-0156). This was the reason I contacted Hilcorp, but I failed to ask you exactly how many wells are being redeveloped by Hilcorp and when. Could you please be sure and let us know the number of wells being redeveloped and the general schedule for each well completion planned for the same basin?

You wondered where in the rule "green completion" was defined, and I agree the term is sometimes used interchangeably with "Reduced Emission Completion" (REC). REC is the term discussed within the preamble to the NSPS Subpart OOOOa final rule and defined in the rule itself. I thought it was better to just jump into the requirements for flowback stages and the reporting requirements for RECs to help follow-up on the concerns voiced. Thanks for looking at the rule requirements from this aspect with me since that is really the point.

The rule itself defines flowback and two stages for flowback for purposes of the

various requirements; reporting requirements help document implementation during the entire flowback period of a well. Of course, requirements at 40 CFR § 60.5375a(a) do differentiate those requirements for "Non-Low Pressure, Non-Delineation, and Non-Wildcat" Wells (and that's what I was looking at as we discussed Hilcorp's completions).

You had stated that ya'll were in the initial flowback stage, which has slightly different requirements from the separation flowback stage. I should have asked, but ya'll do have a separator onsite during the entire flowback period though, yes? You did say that ya'll were not venting or flaring during the separation flowback stage. So please do let me know if I misunderstood this point and please also let me know if ya'll do have a separator onsite during the entire flowback period ... this all might be covered in ya'lls procedures (which you agreed to send), but perhaps you can clarify directly in your e-mail, too, since it is an important point.

I also understood that you said the agreement ya'll had with the Bureau of Land Management (BLM) had provisions for complying with NSPS Subpart OOOOa and that you could provide that agreement with BLM to help us in our overall understanding of the requirement to meet NSPS Subpart OOOOa (within the agreement).

Hope the above recap helps and here's a summary of the information needed:

1. Total Number of Wells Being Redeveloped in San Juan Basin by Hilcorp and Timeframe (general schedule) for Completions
2. Hilcorp's Procedures for Well Redevelopment & Completions
3. Hilcorp's Agreement with BLM for Redevelopment/Completions on Federal Land {which may include item 2, above}
4. Basic completion information on each well being redeveloped - ID Number, Location, Dates of Flowback, Separator Onsite, Hilcorp's determination of REC at the well, etc. {you can review § 60.5420a for help on reporting elements required for well sites under the rule}

Thanks so much for your time today, and I look forward to information to be submitted next week by e-mail. Feel free to call with any questions prior to that time,

Cynthia J. Kaleri

Enforcement Officer, EPA Region 6

Phone (214) 665-6772

Mailing Address

Attention: Cynthia J. Kaleri (6EN-AA)

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Hilcorp Energy Company's address is 1111 Travis St, Houston, TX 77002

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